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1 April 1981

MEMORANDUM FOR: Chief, Physical Security Division

FROM:

[redacted]  
Chief, Industrial Security Branch

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SUBJECT: SCI Shared Facilities, Carve Outs, et al. (U)

REFERENCE

- A. DIS Memo and list, dated 3 Nov. 1980 (C)  
B. SECOM Memo, dated 16 March 1981 (U)

1. The list of [redacted] contractors in Reference A are facilities known to DOD where CIA carve outs are located. When Defense Contract Administration Service (now DIS) inspectors are denied access to a vault, area, safe, or safe drawer because the contractor identifies it as a carve out, the DCAS reports note the specific location and carve out custodian. (The identity of the carve out sponsor is not normally disclosed.) When the report reaches DIS/Industrial Security Headquarters, Mr. Don Kelleher of that office calls his various U.S. Government contacts to identify the carve out. In effect, this relieves DIS from inspection responsibility for that carve out, and serves to keep the contractor honest.

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2. The list is by no means current. Of the [redacted] locations, about 160 are no longer into classified contracting with the Agency. Some have not been active for many years. Many of the active contractors handle nothing higher than administrative CONFIDENTIAL material. Probably less than half involve an SCIF or a vault.

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3. DIA's information outlined in paragraph 3 of Reference B is obviously inaccurate. There are [ ] contracts, [ ] carve outs. DIA has no cognizance whatever over these carve outs, nor do they share any cognizance with CIA. They do not inspect, survey, or report on our carve outs. They may have cognizance of an SCIF vault, etc., and inspect an area where our carve out is located, but these instances would number not more than a dozen or two--- [ ] (U)

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## Attachments

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